District I:
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office.

Form C-144 June 1, 2004

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes No Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: Black Hills Gas Resources Address: 3200 N 1st Street PO Box 249 Bloomfield, NM 87413 Facility or well name: Many Canyons 30-04-12 #124 API #: 30-039 County: Rio Arriba Latitude 36° 49' 35.15"N Longis Surface Owner: Federal State Private Indian Pit Type: Drilling Production Disposal Workover Emergency Lined Unlined Unlined	,	R_4W RCVD OCT 4'07 OIL CONS. DIV. DIST. 3
Liner type: Synthetic ☑ Thickness 15 mil Clay ☐ Pit Volume 5,000 bbl Depth to ground water (vertical distance from bottom of pit to seasonal	Less than 50 feet	(20 points)
high water elevation of ground water.)	50 feet or more, but less than 100 feet 100 feet or more Yes	(10 points) (0 points) (20 points)
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.) Distance to surface water: (horizontal distance to all wetlands, playas,	No Less than 200 feet	(0 points) (20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet 1000 feet or more Ranking Score (Total Points)	(10 points) (0 points)
If this is a pit closure: (1) Attach a diagram of the facility showing the pit' your are burying in place) onsite ☑ offsite ☐ If offsite, name of facility_remediation start date and end date. (4) Groundwater encountered: No ☑ (5) Attach soil sample results and a diagram of sample locations and excava Additional Comments: Center of pit was 78° from north and 68 feet of	Yes I f yes, show depth below ground surfacetions.	escription of remedial action taken including
No visual soil staining was seen, soils had no odor, and pit only had pi On September 12, 2007 the Drilling Production Pit was backfilled and	roduced water from drilling operations. Soil sampl	es were taken. See attached analytical.
I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideline. Date:	Signature	of the pit or tank contaminate ground water or
Approval: Deputy Oil & Gas Inspector	Or, Signature Boll Soll	Date:



ph: (800) 828-1407 fax: (307) 672-9845

Sample Analysis Report

CLIENT: Black Hills Gas Resources

3200 North 1st Street

PO Box 249

Bloomfield, NM 87413 None

O0709043-002

Date Reported: 10/1/2007

Report ID: 00709043001

Work Order: 00709043

Collection Date: 9/24/2007 1:00:00 PM

Date Received: 9/25/2007 10:10:00 AM

Client Sample ID: MC30-04-12 #124 Matrix: Soil

Project:

Lab ID:

Analyses	Result	PQL	Limits	Qual	Units	Date Analyzed/Init Prep Date: 9/27/2007	
8021B MBTEXN-Soil							
Benzene	ND	0.50			mg/Kg	09/28/2007	MAB
Toluene	ND	0.50			mg/Kg	09/28/2007	MAB
Ethylbenzene	ND	0.50			mg/Kg	09/28/2007	MAB
m,p-Xylenes	ND	1.0			mg/Kg	09/28/2007	MAB
o-Xylene	ND	0.50			mg/Kg	09/28/2007	MAB
Surr: 4-Bromofluorobenzene	103		80-138		%REC	09/28/2007	MAB
015B Gasoline Range Organics-Soil					Prep Date: 9/27/2007		
Gasoline Range Organics (nC6-nC10)	ND	10			mg/Kg	09/28/2007	MAB
Surr: 4-Bromofluorobenzene	102		66-146		%REC	09/28/2007	MAB
015B Diesel Range Organics-Soil						Prep Date: 9/2	6/2007
Diesel Range Organics (nC10-nC32)	ND	20			mg/Kg	09/27/2007	BW
Surc o-Terphenyl	87.6		69-109		%REC	09/27/2007	BW

These results apply only to the samples tested.

Qualifiers:

- Value exceeds Maximum Contaminant Level
- D Diluted out of recovery limit
- Holding times for preparation or analysis exceeded
- Matrix Effect M
- Spike Recovery outside accepted recovery limits
- Analyte detected in the associated Method Blank
- E Value above quantitation range
- Analyte detected below quantitation limits
- Not Detected at the Reporting Limit

Reviewed by:

Tom Patten, Laboratory Manager

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